

BEFORE THE ARIZONA CORPORATION CC



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COMMISSIONERS

SUSAN BITTER SMITH, Chairman
BOB STUMP
ROBERT BURNS
DOUG LITTLE
TOM FORESE

AZ CORP COMMISSION
DOCKET CONTROL
2015 MAR 19 AM 10 54

IN THE MATTER OF THE APPLICATION OF
RIO VERDE UTILITIES, INC., TO EXTEND ITS
CERTIFICATE OF CONVENIENCE AND
NECESSITY FOR WATER SERVICE TO SERVE
PORTIONS OF RIO VERDE UNITS TEN AND
ELEVEN.

DOCKET NO. WS-02156A-14-0401

POST-HEARING EXHIBITS

ORIGINAL

As required in the March 18, 2015, Hearing in the above-captioned docket, Rio Verde Utilities, Inc., hereby submits copies of Post Hearing Exhibits A-6 and A-7.

Respectfully submitted on March 19, 2015, by:

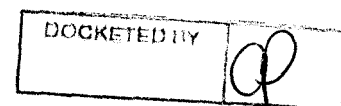
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Attorney for Rio Verde Utilities, Inc.

Original and 13 copies filed
on March 19, 2015, with:

Docket Control
Arizona Corporation Commission
1200 West Washington
Phoenix, Arizona 85007

Arizona Corporation Commission
DOCKETED

MAR 19 2015



JANICE K. BREWER
Governor



Post-Hearing Exhibit A-6

MICHAEL J. LACEY
Director

ARIZONA DEPARTMENT of WATER RESOURCES

3550 North Central Avenue, Second Floor
Phoenix, Arizona 85012-2105
602.771.8585
azwater.gov

July 23, 2014

56-002035.0000
RIO VERDE UTILITIES, INC.
ATTN: MICHAEL KLEMINSKI
25609 N. DANNY LN., STE. 1
RIO VERDE, AZ 85263

Re: Notification of 2013 Total Gallons Per Capita Per Day Rate and Lost and Unaccounted Water Percentage

Dear Large Municipal Water Provider:

The Arizona Department of Water Resources (Department) has completed its review of your 2013 Annual Water Withdrawal and Use Report. Based on your reported water use and the estimated service area population for your system for 2013, the Department has calculated both your Annual Total Gallons Per Capita Per Day (GPCD) requirement had you been regulated under the Total GPCD Program in the Third Management Plan (TMP), and your Annual Total GPCD rate for calendar year 2013.

The Department calculates the Annual Total GPCD rate for all water providers regardless of their municipal conservation program enrollment. Water providers enrolled in the Modified Non-Per Capita Conservation Program (MNPCCP) are provided their Annual Total GPCD rate as one measure of MNPCCP effectiveness and not for compliance and enforcement purposes.

The Department has also calculated the total Lost and Unaccounted for (L&U) water percentage for your system in 2013. L&U water includes line leakage, meter under-registration, evaporation or leakage from storage ponds or tanks, system and hydrant leaks or breaks, and illegal connections. L&U water is defined as the total water from any source, except direct use effluent, withdrawn, diverted, or received in a year minus the total amount of authorized deliveries made by the municipal provider in that year. Large water providers, regardless of the conservation program in which they are enrolled, are required by the TMP to limit their annual L&U water to ten percent (10%).

Attached is a table showing the data used to determine your 2013 Annual Total GPCD requirement had you been regulated under the Total GPCD Program, your Annual Total GPCD rate for 2013 and the total L&U water percentage. Please retain this 2013 notification letter and attached table for your records.

Please note that this notification does not evaluate your compliance with the MNPCCP. That information will be provided in separate correspondence.

If upon review of this notification you have questions, or if you believe the calculations contain errors or omissions, please contact the Department's AMA office at 602-771-8585 within 30 days of the date of this letter.

Sincerely,

Thomas Buschatzke
Assistant Director, Water Planning Division

ATTACHMENT FOR PROVIDERS IN THE MNPCCP
GPCD RATE & REQUIREMENT ARE SHOWN FOR INFORMATIONAL PURPOSES ONLY!
GALLONS PER CAPITA PER DAY (GPCD), AND LOST AND UNACCOUNTED FOR WATER (L&U)
2013 SUMMARY TABLE

Rio Verde Utilities

56-002035.0000

NOTE: The GPCD Requirement and GPCD Rate in the table below are being provided to you for informational purposes only. Lost and Unaccounted For (L&U) Water Percentage is a conservation requirement that pertains to all large providers, whether in the MNPCCP or in the GPCD Program.

YEAR	SERVICE AREA	GPCD		L & U WATER (%)	
	POPULATION	REQUIREMENT	RATE	ANNUAL	3-YEAR AVG.
2013	1,818	1,115	1,435	6.20%	6.76%

DEFINITIONS

GPCD Requirement is an annual calculation based on the 2010 US Census base service area population, yearly housing additions reported, and management plan component rates.

GPCD Rate is the calculated gallons per capita per day including those sources of water supply that count for regulatory purposes according to the management plan.

- Compliance GPCD:
 - All AMAs:
 - All sources **except** direct use effluent & effluent recovered within the area of hydrologic impact
 - Phoenix AMA:
 - Spill water is also excluded from the GPCD calculation

Lost & Unaccounted for Water (Annual and 3-Year Average) is required to be no greater than 10 percent on an annual basis, or if it is greater than 10 percent on any given year, less than 10 percent on a 3-year average. All sources of water in the potable system included in the calculation.

Note for providers with a Designation of Assured Water Supply (DAWS): As part of the DAWS data verification process, the GPCD rates and lost and unaccounted for water may change. If that occurs, ADWR will provide you with updated figures.

Post-Hearing Exhibit A-7

JANICE K. BREWER
Governor



HERBERT R. GUENTHER
Director

ARIZONA DEPARTMENT OF WATER RESOURCES

3550 North Central Avenue, Second Floor
PHOENIX, ARIZONA 85012-2105
(602) 771-8500

**MODIFIED NON-PER CAPITA CONSERVATION PROGRAM
OFFICIAL NOTICE OF PROVIDER PROFILE APPROVAL**

September 18, 2009

**56-002035.0000
RIO VERDE UTILITIES, INC.
ATTN: MICHAEL KLEMSKI
25609 N. DANNY LANE
RIO VERDE, AZ 85263**

Dear Mr. Klemski:

This is an **OFFICIAL NOTICE** that the Director of the Arizona Department of Water Resources ("Department") has approved the Provider Profile submitted by Rio Verde Utilities on June 29, 2009. Effective January 1, 2010 and continuing until the effective date of any substitute conservation requirements established in the Fourth Management Plan, Rio Verde Utilities shall be continuously enrolled and regulated under the Modified Non-Per Capita Conservation Program ("MNPCCP"). Please carefully review this notice regarding the MNPCCP requirements established in the Third Management Plan ("TMP") Section 5-104.01 and all other applicable TMP requirements, including the individual user requirements in Section 5-112, the distribution system requirements in Section 5-113 and the monitoring and reporting requirements in Section 5-114.

Based on the total number of residential and non-residential service connections in your distribution system, you are regulated as a tier I municipal provider. A tier I municipal provider is required to implement a public education program and one additional water conservation measure(s) ("Best Management Practices/BMPs") selected from TMP Appendix 5-N and identified in your approved Provider Profile. The Department has approved the implementation of the following BMPs as selected in your Provider Profile.

- **BMP Category #2 - New Homeowner Landscape Information**

A municipal provider regulated under the MNPCCP may substitute an approved BMP, other than the public education BMP, during a calendar year with one or more BMPs listed in Appendix 5-N. A substitute BMP must be reasonably relevant to your existing service area characteristics or water use patterns. If you substitute an approved BMP, you must notify the Department of the substitution in your next Conservation Efforts Report. The Department recommends that municipal providers submit an updated Provider Profile when substituting a BMP or if three years have elapsed since the Provider Profile was last updated.

If the total number of service connections in your water distribution system increases to a higher tier level, as described in TMP 5-104.01(D)(3), you must submit to the Director a new Provider Profile that


includes the required number of BMPs for the higher tier level within sixty days after you become aware of the tier increase. In that event, you must continue implementing the BMPs as described in your previously approved Provider Profile until receiving approval of the newly submitted Provider Profile from the Director.

You must submit a Conservation Efforts Report with your Annual Water Use and Withdrawal Report by March 31st of each calendar year (See TMP 5-104.01(E)). The Conservation Efforts Report is used to determine your compliance with the MNPCCP. The Conservation Efforts Report must include the following components:

- Description of the Public Education Program and other BMPs implemented during the previous calendar year, including the efforts made to implement the BMPs.
- Assessment of the results of the implemented BMPs.
- Plans for implementing BMPs during the current year.
- A copy of your current rate structure, if a rate change has occurred during the previous calendar year.
- If a new BMP was substituted for an approved BMP during the previous calendar year, a description of the substitute BMP and an explanation of how it is relevant to your existing service area characteristics or water use patterns.

If you have any questions regarding the requirements and regulations of the Modified Non-Per Capita Conservation Program, please contact the Phoenix AMA at 602-771-8585.

Sincerely,


Sandra Fabritz-Whitney
Assistant Director